

ARKANSAS FISCAL NOTES



VOLUME XVI No. 4

OCTOBER 2002

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Vol. XVI No. 4

Arkansas Fiscal Notes

October 2002

GENERAL REVENUE SUMMARY: October FY 2003

FY 03 Gross General Revenues totaled \$1,276.4 million, an increase of \$52.4 million or 4.3 percent over last year. With respect to the official general revenue forecast of June 6, 2002 (96.06% of A allocation) year-to-date gross general revenues were \$46.3 million or 3.8 percent above forecast (see Table B).

FY 03 Net Available Revenues totaled \$1,101.0 million, \$64.0 million or 6.2 percent above last year. Compared to the June 6, 2002 forecast, collections were \$51.1 million or 4.9 percent above forecast.

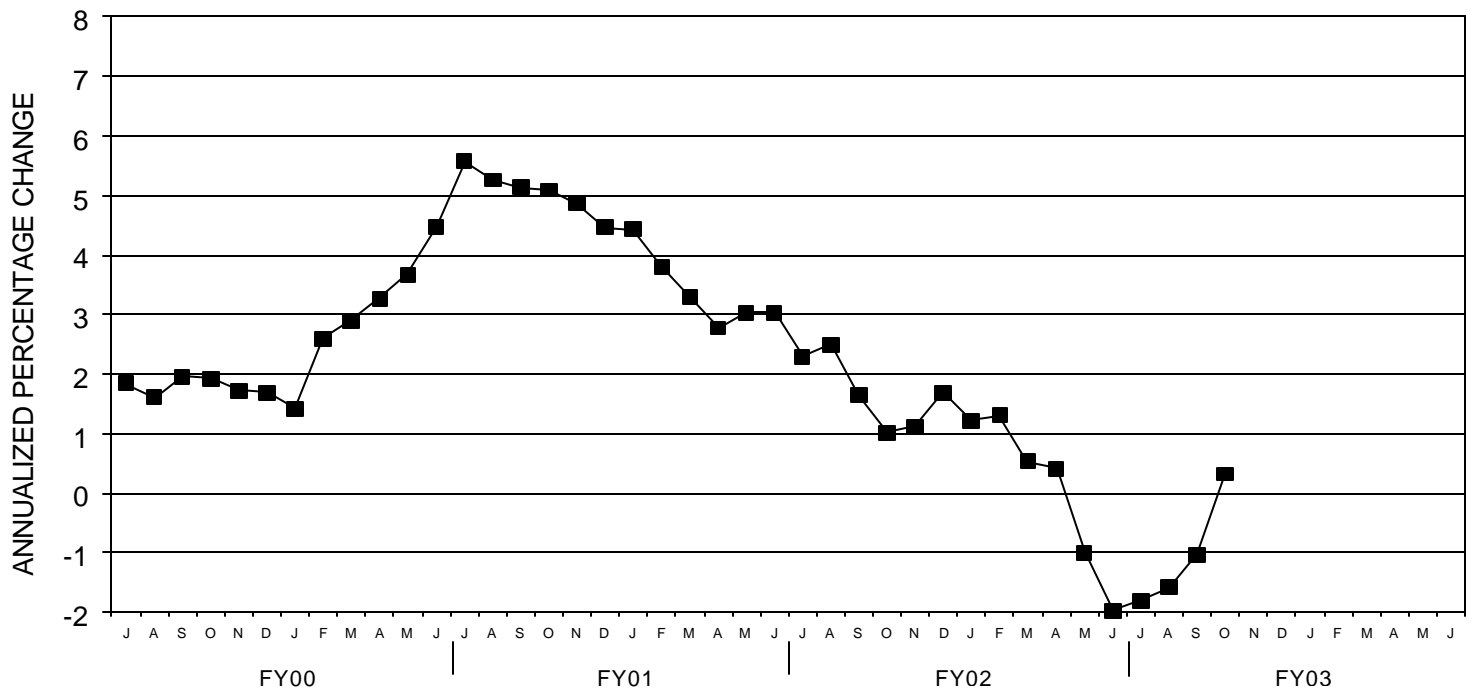
FY 03 Refunds totaled \$40.3 million, \$13.4 million or 25.0 percent below FY 02 and \$5.7 million or 12.5 percent below forecast.

FY 03 Individual Income Tax Collections totaled \$544.6 million, an increase of \$10.2 million or 1.9 percent above last year and \$12.4 million or 2.3 percent above forecast.

FY 03 General Corporate Income Tax Collections totaled \$76.0 million, an increase of \$28.6 million or 60.3 percent above FY 02 and \$28.7 million or 60.7 percent above forecast.

Overview: Net General Revenue Growth. Net general revenues are defined as gross revenues less individual and corporate income tax refunds. For the twelve-month period ending in October, net general revenues totaled \$3,675.6 million and increased at an annual rate of 0.3 percent. One year ago, the net general revenues grew by 1.0 percent.

**ANNUALIZED RATE OF GROWTH IN
NET GENERAL REVENUES**



October Gross General Revenues totaled \$308.2 million, an increase of \$34.2 million or 12.5 percent compared to last year. With respect to the official general revenue forecast of June 6, 2002 (96.06% of A allocation) gross general revenues were \$19.3 million or 6.7 percent above forecast (see Table A).

October Net Available General Revenues totaled \$259.9 million, \$34.8 million or 15.5 percent above last year and \$17.2 million or 7.1 percent above forecast.

Refunds: Individual and Corporate. October refunds totaled \$14.3 million, \$0.8 million or 5.1 percent below last year. With respect to the fiscal year's forecast, refunds were \$2.2 million or 18.6 percent above forecast.

October Individual Income Tax Collections. October collections totaled \$129.8 million, an increase of \$7.1 million or 5.8 percent compared to October 2001 and \$4.2 million or 3.3 percent above forecast. For the twelve-month period ending October 2002, net individual income taxes totaled \$1,527.8 million and declined at an annual rate of 2.6 percent.

General and Special Revenue Corporate Income Tax Collections. October general revenue collections totaled \$20.7 million, an increase of \$16.1 million or 351.3 percent above October 2001 and \$16.0 million or 339.4 percent above forecast.

For the twelve-month period ending in October, general and special corporate income taxes totaled \$260.2 million. These collections are increasing at an annual rate of 16.4 percent. One year ago, corporate income taxes were decreasing at an annual rate of 17.5 percent.

Special Corporate Income Taxes. Each month \$1.0 million (\$12.0 million total in FY 2003) in corporate income tax collections goes to *special* revenues. These revenues are not included in *general* revenue totals. They are allocated to the WorkForce 2000 Fund, which provides for the upgrading of the post-secondary technical colleges of the state.

Special Revenue #1: Conservation Fund, Act 156 of 1997 levied a one-eighth of one-cent increase in the sales and use tax rate. The state **general** sales and use tax rate is 4.5%. Act 156 (1997), the Conservation Fund Act, added 1/8% (or .125) to the state sales and use tax rate but as a **special** revenue effective July 1, 1997. After deductions, the remaining money is distributed to the Game Protection Fund (45%), the Department of Parks and Tourism (45%), Arkansas Department of Heritage (9%), and the Keep Arkansas Beautiful Fund (1%). Through October 2002, \$16.3 million was collected. Through October 2001, \$15.9 million was collected.

Special Revenue #2: Property Tax Relief Fund, Acts 1-2 of 2000, 2nd Extraordinary Session of 82nd General Assembly levied a 0.5% increase in the sales and use tax rate effective January 1, 2001. This increase is special revenue dedicated to reimbursing Arkansas counties for the cost of homestead property tax credits created by Amendment 79 to the Arkansas Constitution. Through October 2002, \$64.5 million was collected compared to \$62.8 million through October 2001.

Sales Taxes. October collections are estimated at \$125.4 million, \$10.9 million or 9.5 percent above last year and \$2.1 million or 1.7 percent above forecast. On an annualized basis, sales tax collections grew at an annual rate of 2.6 percent, up from 1.8 percent in September. One year ago, the growth rate was 2.5 percent.

Use Taxes. October collections are estimated at \$18.5 million, \$1.5 million or 7.3 percent below October 2001 and \$4.0 million or 17.8 percent below forecast. On an annualized basis, use taxes decreased at an annual rate of 3.6 percent, down from a 2.3 percent decrease last month. One year ago, collections were decreasing at an annual rate of 2.3 percent.

Use tax collections are dominated by business spending. While equipment used directly in manufacturing is exempt from the sales and use tax, business expenditures on office equipment & furniture, office computers, construction equipment (e.g., earth-moving equipment), refrigeration units, mining equipment, vehicles, and fork-lifts bought or leased from out-of-state vendors are subject to the compensating use tax.

Estimates for Sales & Use Tax. Within each month's issue of *Arkansas Fiscal Notes*, sales and use tax totals for the month are estimates. The actual figures will be published in the following month's issue. The following is a table reflecting the last three months of sales and use tax collections.

Month	Sales (in millions)	Use (in millions)
August 2002	129.446	18.666
September 2002	125.438	17.353
October 2002 est.	125.410	18.500

Medicaid Program Trust Fund (Soft Drink Tax). October collections totaled \$4.4 million compared to \$3.8 million in October 2001.

TABLE A: GENERAL REVENUES FOR MONTH OF OCTOBER, 2002

	ACTUAL OCTOBER 2002	FORECAST OCTOBER 2002	ACTUAL OCTOBER 2001	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$129,806,928	\$125,600,000	\$122,668,135	\$4,206,928	3.3	\$7,138,793	5.8
CORPORATE INCOME	20,652,537	4,700,000	4,576,538	15,952,537	339.4	16,075,998	351.3
SALES	125,410,000 e	123,300,000	114,525,089	2,110,000	1.7	10,884,911	9.5
USE	18,500,000 e	22,500,000	19,950,316	(4,000,000)	(17.8)	(1,450,316)	(7.3)
ALCOHOLIC BEVERAGE	2,528,478 e	2,500,000	2,339,644	28,478	1.1	188,834	8.1
TOBACCO	8,096,450	7,500,000	7,602,089	596,450	8.0	494,361	6.5
INSURANCE PREMIUM	752,790	500,000	544,718	252,790	50.6	208,072	38.2
RACING	375,314	300,000	237,876	75,314	25.1	137,438	57.8
SEVERANCE	720,302	700,000	669,221	20,302	2.9	51,081	7.6
CORPORATE FRANCHISE	206,369	100,000	(210,188)	106,369	106.4	416,556	(198.2)
ESTATE	0	0	(70,021)	0	0.0	70,021	100.0
REAL ESTATE TRANSFER	588,024	600,000	587,528	(11,976)	(2.0)	496	0.1
MISCELLANEOUS	525,178	600,000	564,261	(74,822)	(12.5)	(39,084)	(6.9)
GROSS REVENUES	\$308,162,368	\$288,900,000	\$273,985,207	\$19,262,368	6.7	\$34,177,161	12.5
LESS:							
SCSF/COF	9,244,871	8,667,000	8,315,536	577,871	6.7	929,335	11.2
REFUNDS	14,347,301	12,100,000	15,118,752	2,247,301	18.6	(771,451)	(5.1)
CLAIMS	0	0	0	0	0.0	0	0.0
ECON DEVEL INCENTIVE	102,922	800,000	900,993	(697,078)	(87.1)	(798,071)	(88.6)
WATER/SEWER/COLLEGE	445,000	500,000	445,000	(55,000)	(11.0)	0	0.0
MLA CITY/CO.	2,013,439	2,000,000	2,056,431	13,439	0.7	(42,992)	(2.1)
DESEGREGATION SETTLE	2,800,000	2,800,000	2,800,000	0	0.0	0	0.0
EDUCATIONAL EXCELLEN	19,118,617	19,200,000	19,056,831	(81,384)	(0.4)	61,786	0.3
ELDERLY TRANSPORTAT	211,026	200,000	191,661	11,026	5.5	19,366	10.1
ALLOTMENT RESERVE	0	0	0	0	0.0	0	0.0
NET AVAILABLE	\$259,879,192	\$242,633,000	\$225,100,004	\$17,246,192	7.1	\$34,779,189	15.5

e Denotes Estimate

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A.
NET AVAILABLE ESTIMATE: JUNE 6, 2002, (96.06% OF A).

TABLE B: YEAR-TO-DATE GENERAL REVENUES

	ACTUAL YTD OCTOBER 2002	FORECAST YTD OCTOBER 2002	ACTUAL YTD OCTOBER 2001	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$544,566,128	\$532,200,000	\$534,335,284	\$12,366,128	2.3	\$10,230,845	1.9
CORPORATE INCOME	76,018,053	47,300,000	47,426,528	28,718,053	60.7	28,591,525	60.3
SALES	507,038,725 e	501,900,000	482,036,403	5,138,725	1.0	25,002,321	5.2
USE	75,209,790 e	79,200,000	85,363,734	(3,990,210)	(5.0)	(10,153,944)	(11.9)
ALCOHOLIC BEVERAGE	10,799,718 e	11,300,000	10,682,143	(500,282)	(4.4)	117,576	1.1
TOBACCO	31,791,535	27,900,000	26,656,942	3,891,535	13.9	5,134,593	19.3
INSURANCE PREMIUM	20,970,623	19,900,000	21,781,025	1,070,623	5.4	(810,401)	(3.7)
RACING	1,268,028	1,400,000	1,320,363	(131,972)	(9.4)	(52,335)	(4.0)
SEVERANCE	2,543,319	2,600,000	2,616,939	(56,681)	(2.2)	(73,620)	(2.8)
CORPORATE FRANCHISE	1,230,158	1,300,000	1,490,538	(69,842)	(5.4)	(260,380)	(17.5)
ESTATE	0	0	5,283,987	0	0.0	(5,283,987)	(100.0)
REAL ESTATE TRANSFER	2,605,413	2,500,000	2,516,078	105,413	4.2	89,335	3.6
MISCELLANEOUS	2,318,794	2,600,000	2,457,013	(281,206)	(10.8)	(138,220)	(5.6)
GROSS REVENUES	\$1,276,360,284	\$1,230,100,000	\$1,223,966,977	\$46,260,284	3.8	\$52,393,306	4.3
LESS:							
SCSF/COF	38,290,809	36,903,000	36,310,753	1,387,809	3.8	1,980,055	5.5
REFUNDS	40,250,298	46,000,000	53,678,054	(5,749,702)	(12.5)	(13,427,756)	(25.0)
CLAIMS	0	0	0	0	0.0	0	0.0
ECON DEVEL INCENTIVE	3,192,197	3,200,000	3,443,700	(7,803)	(0.2)	(251,502)	(7.3)
WATER/SEWER/COLLEC	1,335,000	1,540,000	1,393,000	(205,000)	(13.3)	(58,000)	(4.2)
MLA CITY/CO.	4,026,877	4,140,000	4,112,861	(113,123)	(2.7)	(85,984)	(2.1)
DESEGREGATION SETT	11,000,000	11,000,000	11,000,000	0	0.0	0	0.0
EDUCATIONAL EXCELLE	76,474,466	76,800,000	76,347,592	(325,534)	(0.4)	126,874	0.2
ELDERLY TRANSPORTA	814,852	600,000	670,132	214,852	35.8	144,720	21.6
ALLOTMENT RESERVE	0	0	0	0	0.0	0	0.0
NET AVAILABLE	\$1,100,975,785	\$1,049,917,000	\$1,037,010,885	\$51,058,785	4.9	\$63,964,900	6.2

e Denotes Estimate

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A.

NET AVAILABLE ESTIMATE: JUNE 6, 2002 (96.06% OF A).

TABLE C
OFFICIAL GENERAL REVENUE FORECAST
2001-2003 BIENNIUM

Millions of Dollars	FY 01			FY 02			06/06/02 Estimate	FY 03	
	Actual	Increase	% CH	Actual	Increase	% CH		Increase	% CH
INDIVIDUAL INCOME	1,804.7	92.3	5.4	1,790.4	(14.2)	(0.8)	1,827.9	37.5	2.1
CORPORATE INCOME	234.5	(18.7)	(7.4)	218.5	(16.0)	(6.8)	210.6	(7.8)	(3.6)
SALES TAX	1,447.7	46.3	3.3	1,452.4	4.7	0.3	1,519.4	67.0	4.6
USE TAX	230.1	(0.9)	(0.4)	229.4	(0.7)	(0.3)	250.0	20.6	9.0
ALCOHOLIC BEVERAGE	30.5	(0.2)	(0.6)	32.2	1.7	5.6	33.7	1.5	4.7
TOBACCO	96.8	3.8	4.1	87.3	(9.6)	(9.9)	87.0	(0.3)	(0.3)
INSURANCE	81.2	5.9	7.9	79.5	(1.6)	(2.0)	79.3	(0.2)	(0.3)
RACING	6.0	(0.3)	(5.5)	4.1	(1.8)	(31.1)	4.2	0.1	2.4
SEVERANCE	9.5	2.7	39.5	6.6	(2.9)	(30.8)	6.6	0.0	0.2
CORPORATE FRANCHISE	7.9	0.9	13.1	8.5	0.6	7.9	8.0	(0.5)	(6.1)
ESTATE	9.4	(5.6)	(37.4)	19.9	10.5	112.3	15.0	(4.9)	(24.5)
REAL ESTATE TRANSFER	2.6	(0.0)	(0.1)	2.6	(0.0)	(0.0)	2.6	0.0	0.0
MISCELLANEOUS	17.6	0.7	4.0	12.1	(5.5)	(31.1)	19.0	6.9	56.9
TOTAL GROSS	3,978.2	126.8	3.3	3,943.4	(34.8)	(0.9)	4,063.3	119.9	3.0
LESS:MCF (SCS/COF)	119.4	3.8	3.3	117.9	(1.4)	(1.2)	121.9	4.0	3.4
INDIVIDUAL REFUNDS/MOA	249.1	1.8	0.7	278.4	29.2	11.7	252.0	(26.4)	(9.5)
CORPORATE REFUNDS	48.2	16.5	51.8	55.3	7.1	14.7	48.0	(7.3)	(13.2)
CLAIMS RESERVE	0.0	0.0	N.A.	0.0	0.0	N.A.	10.0	10.0	N.A.
ECON DEVEL INCENTIVE FUND	4.7	2.1	82.5	8.5	3.8	81.9	10.3	1.8	21.1
WATER & SEWER BONDS	5.5	0.9	20.0	5.0	(0.6)	(9.9)	5.6	0.7	13.2
COLL SVNGS BOND DEBT SRV	24.0	1.6	7.0	23.9	(0.1)	(0.3)	24.0	0.1	0.4
MLA CITY/CO TOURIST	9.2	2.2	31.3	8.2	(0.9)	(10.3)	8.1	(0.1)	(1.0)
EDUC EXCEL TRUST FUND	223.9	13.7	6.5	228.8	4.9	2.2	230.7	1.9	0.8
DESEGREGATION	32.8	1.8	5.8	32.8	0.0	0.0	32.8	0.0	0.1
ELDERLY TRANSPORTATION	2.5	0.1	3.8	2.2	(0.3)	(13.1)	2.2	(0.0)	(0.0)
ALLOTMENT RESERVE	---	---	---	---	---	---	---	---	---
NET AVAILABLE	3,258.9	82.4	2.6	3,182.4	(76.6)	(2.3)	3,317.5	135.2	4.2

PREPARED BY ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A
OFFICIAL NET AVAILABLE ESTIMATE, JUNE 6, 2002 (FY 2003): (96.06% of A)

TABLE D
HISTORY OF REVENUE AND ECONOMIC GROWTH
FY 1998-2000

Millions of Dollars	FY-98			FY-99			FY-00		
	Actual	Increase	% CH	Actual	Increase	% CH	Actual	Increase	% CH
INDIVIDUAL INCOME TAX	1570.0	155.6	11.0	1665.2	95.2	6.1	1712.4	47.2	2.8
INDIVIDUAL REFUNDS/MOA	<u>183.4</u>	<u>12.2</u>	<u>7.1</u>	<u>231.3</u>	<u>47.9</u>	<u>26.1</u>	<u>247.4</u>	<u>16.0</u>	<u>6.9</u>
NET INDIVIDUAL INCOME	1,386.5	143.4	11.5	1,433.8	47.3	3.4	1,465.0	31.2	2.2
CORPORATE INCOME	272.1	24.3	9.8	254.2	(17.9)	(6.6)	253.2	(1.0)	(0.4)
CORPORATE REFUNDS	<u>36.2</u>	<u>4.6</u>	<u>14.5</u>	<u>42.0</u>	<u>5.8</u>	<u>15.9</u>	<u>31.7</u>	<u>(10.3)</u>	<u>(24.4)</u>
NET CORPORATE INCOME	235.9	19.7	9.1	212.2	(23.7)	(10.0)	221.4	9.2	4.4
SALES TAX	1,269.7	31.2	2.5	1,318.3	48.6	3.8	1401.4	83.1	6.3
USE TAX	<u>196.5</u>	<u>17.0</u>	<u>9.5</u>	<u>213.8</u>	<u>17.3</u>	<u>8.8</u>	<u>231.0</u>	<u>17.2</u>	<u>8.0</u>
NET ECONOMIC TAX REVENUE	3,088.6	211.4	7.3	3,178.1	89.6	2.9	3,318.8	140.7	4.4
OTHER TAX REVENUE	<u>238.1</u>	<u>(12.1)</u>	<u>(4.8)</u>	<u>240.9</u>	<u>2.8</u>	<u>1.2</u>	<u>253.5</u>	<u>12.6</u>	<u>5.2</u>
GROSS GENERAL REVENUES	3,546.4	216.1	6.5	3,692.4	146.0	4.1	3,851.4	159.0	4.3
LESS: MCF	106.4	6.5	6.5	110.8	4.4	4.1	115.5	4.8	4.3
INDIVIDUAL REFUNDS/MOA	183.4	12.2	7.1	231.3	47.9	26.1	247.4	16.0	6.9
CORPORATE REFUNDS	36.2	4.6	14.5	42.0	5.8	15.9	31.7	(10.3)	(24.4)
CLAIMS	0.0	(1.1)	(100.0)	0.0	0.0	N.A.	0.0	0.0	N.A.
ECON DEVEL INCENTIVE FUND	2.6	(0.1)	(4.9)	1.8	(0.8)	(31.9)	2.6	0.8	45.5
WATER/SEWER BONDS	6.5	3.7	137.0	5.6	(0.9)	(13.7)	4.6	(1.0)	(17.4)
MLA CITY/CO TOURIST	5.5	1.4	35.3	5.1	(0.4)	(7.0)	7.0	1.9	37.1
DESEGREGATION SETTLEMENT	28.0	6.6	30.8	28.1	0.1	0.4	31.0	2.9	10.3
EDUCATIONAL EXCELLENCE	192.5	0.0	0.0	192.5	0.0	0.0	210.1	17.6	9.2
ELDERLY TRANSPORTATION	2.6	0.0	0.7	2.5	(0.1)	(2.2)	2.4	(0.1)	(2.8)
COLL SVNGS BOND DEBT SRV.	21.0	(3.1)	(12.7)	23.2	2.2	10.6	22.4	(0.8)	(3.5)
ALLOTMENT RESERVE	<u>58.8</u>	<u>(27.8)</u>	<u>(32.1)</u>	<u>40.2</u>	<u>(18.6)</u>	<u>(31.7)</u>	---	---	---
NET AVAILABLE REVENUES	2,902.8	217.5	8.1	3,009.3	106.4	3.7	3,176.6	167.3	5.6
ECONOMIC ASSUMPTIONS	FY 1998			FY 1999			FY 2000 e		
U.S. NOMINAL GDP (Billions \$)	8,549.0	488.0	6.1	9,014.0	465.0	5.4	9,587.0	573.0	6.4
GDP DEFLATOR (1996 = 100)	102.6	1.6	1.6	103.9	1.3	1.3	105.8	1.9	1.8
GDP (1996\$ CHAIN WEIGHT)	8,332.2	351.8	4.4	8,675.3	343.1	4.1	9,063.3	388.0	4.5
CONSUMER PRICE INDEX (1984=100)	161.9	2.8	1.8	164.6	2.8	1.7	169.4	4.8	2.9
NET GENERAL REVENUE (Millions \$)	3,326.7	199.3	6.4	3,419.0	92.4	2.8	3,572.3	153.3	4.5
AR. STATE PERSONAL INCOME (M\$)	52,488	2,587	5.2	55,357	2,869	5.5	57,980	2,623	4.7
NGR % of ASPI	6.338	0.1	1.1	6.176	(0.2)	(2.6)	6.161	(0.0)	(0.2)
AR. W & S DISBURSEMENTS (M\$)	27,536	1,727	6.7	29,091	1,555	5.6	30,847	1,756	6.0
AR. NON-FARM PROPRIETOR'S INC (M\$)	3,589.8	160.0	4.7	3,837.8	248.0	6.9	4,090.8	253.0	6.6
AR. FARM INCOME (\$)	1,565.8	(247.5)	(13.6)	1,694.3	128.5	8.2	1,297.8	(396.5)	(23.4)
AR. EXISTING HOME SALES (THOUS)	49.0	2.0	4.2	60.8	11.8	24.1	60.6	(0.3)	(0.5)
AR. TAXABLE SALES (B\$)	32.58	1.1	3.4	34.05	1.5	4.5	36.27	2.2	6.5
AR. W & S EMPLOYMENT	1,114,600	21,300	1.9	1,131,200	16,600	1.5	1,153,300	22,100	2.0
AR. MANUFACTURING EMPLOYMENT	253,660	910	0.4	252,360	(1,300)	(0.5)	252,380	20	0.0
UNEMPLOYMENT RATE	5.5	0	3.3	5.0	(1)	(9.8)	4.5	(1)	(10.1)
AR PER CAPITA INCOME	20,723.0	894	4.5	21,725.0	1,002	4.8	22,599.0	874	4.0

**TABLE D
ECONOMIC ASSUMPTIONS AND THE
OFFICIAL GENERAL REVENUE FORECAST
2001-2003 BIENNIUM**

Millions of Dollars	FY-01			FY-02			06/06/02 Estimate	FY-03	
	Actual	Increase	% CH	Actual	Increase	% CH		Increase	% CH
INDIVIDUAL INCOME TAX	1804.7	92.3	5.4	1790.4	(14.2)	(0.8)	1827.9	37.5	2.1
INDIVIDUAL REFUNDS/MOA	<u>249.1</u>	<u>1.8</u>	<u>0.7</u>	<u>278.4</u>	<u>29.2</u>	<u>11.7</u>	<u>252.0</u>	<u>(26.4)</u>	<u>(9.5)</u>
NET INDIVIDUAL INCOME	1,555.5	90.5	6.2	1,512.1	(43.4)	(2.8)	1,575.9	63.8	4.2
CORPORATE INCOME	234.5	(18.7)	(7.4)	218.5	(16.0)	(6.8)	210.6	(7.8)	(3.6)
CORPORATE REFUNDS	<u>48.2</u>	<u>16.5</u>	<u>51.8</u>	<u>55.3</u>	<u>7.1</u>	<u>14.7</u>	<u>48.0</u>	<u>(7.3)</u>	<u>(13.2)</u>
NET CORPORATE INCOME	186.3	(35.2)	(15.9)	163.2	(23.1)	(12.4)	162.6	(0.5)	(0.3)
SALES TAX	1447.7	46.3	3.3	1452.4	4.7	0.3	1519.4	67.0	4.6
USE TAX	<u>230.1</u>	<u>(0.9)</u>	<u>(0.4)</u>	<u>229.4</u>	<u>(0.7)</u>	<u>(0.3)</u>	<u>250.0</u>	<u>20.6</u>	<u>9.0</u>
NET ECONOMIC TAX REVENUE	3,419.5	100.7	3.0	3,357.0	(62.5)	(1.8)	3,507.9	150.9	4.5
OTHER TAX REVENUE	<u>261.4</u>	<u>7.9</u>	<u>3.1</u>	<u>252.7</u>	<u>(8.6)</u>	<u>(3.3)</u>	<u>255.4</u>	<u>2.7</u>	<u>1.0</u>
GROSS GENERAL REVENUES	3,978.2	126.8	3.3	3,943.4	(34.8)	(0.9)	4,063.3	119.9	3.0
LESS: MCF	119.4	3.8	3.3	117.9	(1.4)	(1.2)	121.9	4.0	3.4
INDIVIDUAL REFUNDS/MOA	249.1	1.8	0.7	278.4	29.2	11.7	252.0	(26.4)	(9.5)
CORPORATE REFUNDS	48.2	16.5	51.8	55.3	7.1	14.7	48.0	(7.3)	(13.2)
CLAIMS	0.0	0.0	N.A.	0.0	0.0	N.A.	10.0	10.0	N.A.
ECON DEVEL INCENTIVE FUND	4.7	2.1	82.5	8.5	3.8	81.9	10.3	1.8	21.1
WATER/SEWER BONDS	5.5	0.9	20.0	5.0	(0.6)	(9.9)	5.6	0.7	13.2
MLA CITY/CO TOURIST	9.2	2.2	31.3	8.2	(0.9)	(10.3)	8.1	(0.1)	(1.0)
DESEGREGATION SETTLEMENT	32.8	1.8	5.8	32.8	0.0	0.0	32.8	0.0	0.1
EDU. EXCELLENCE TRUST FUND	223.9	13.7	6.5	228.8	4.9	2.2	230.7	1.9	0.8
ELDERLY TRANSPORTATION	2.5	0.1	3.8	2.2	(0.3)	(13.1)	2.2	(0.0)	(0.0)
COLL SVNGS BOND DEBT SRV.	24.0	1.6	7.0	23.9	(0.1)	(0.3)	24.0	0.1	0.4
ALLOTMENT RESERVE	---	---	---	---	---	---	---	---	---
NET AVAILABLE REVENUES	3,258.9	82.4	2.6	3,182.4	(76.6)	(2.3)	3,317.5	135.2	4.2
ECONOMIC ASSUMPTIONS	FY 2001 e			FY 2002 e			FY 2003 e		
U.S. NOMINAL GDP (Billions \$)	10,077.0	490.0	5.1	10,250.0	173.0	1.7	10,669.0	419.0	4.1
GDP DEFLATOR (1996 = 100)	108.2	2.4	2.3	110.2	2.0	1.8	111.9	1.7	1.5
GDP (1996\$ CHAIN WEIGHT)	9,310.1	246.8	2.7	9,302.6	(7.5)	(0.1)	9,538.6	236.0	2.5
CONSUMER PRICE INDEX (1984=100)	175.2	5.8	3.4	178.8	3.7	2.1	183.1	4.2	2.4
NET GENERAL REVENUE (Millions \$)	3,680.9	108.6	3.0	3,609.8	(71.1)	(1.9)	3,763.3	153.6	4.3
AR. STATE PERSONAL INCOME (M\$)	60,312	2971.0	5.2	62,017	1705.0	2.8	64,297	2280.0	3.7
NGR % of ASPI	6.103	(0.1)	(2.0)	5.821	(0.3)	(4.6)	5.853	0.0	0.6
AR. W & S DISBURSEMENTS (M\$)	32,459	1670.0	5.4	33,425	966.0	3.0	34,355	930.0	2.8
AR. NON-FARM PROPRIETOR'S INC (M\$)	4,144.5	106.7	2.6	4,223.6	79.1	1.9	4,420.6	197.0	4.7
AR. FARM INCOME (\$)	1,388.0	(166.8)	(10.7)	1,683.7	295.7	21.3	1,763.8	80.1	4.8
AR. EXISTING HOME SALES (THOUS)	54.2	(6.4)	(10.6)	53.4	(0.7)	(1.3)	53.5	0.1	0.1
AR. TAXABLE SALES (B\$)	37.28	1.0	2.8	37.37	0.1	0.2	39.32	1.9	5.2
AR. W & S EMPLOYMENT	1,165,400	12100.0	1.0	1,160,700	(4700.0)	(0.4)	1,158,400	(2300.0)	(0.2)
AR. MANUFACTURING EMPLOYMENT	247,410	(4960.0)	(2.0)	233,630	(13780.0)	(5.6)	225,160	(8470.0)	(3.6)
UNEMPLOYMENT RATE	4.4	(0.1)	(2.2)	4.9	0.6	12.6	5.1	0.2	3.7
AR PER CAPITA INCOME	23,349.0	999.0	4.5	23,826.0	477.0	2.0	24,308.0	482.0	2.0
DIVIDENDS, INTEREST, AND RENT	10,977.0	656.0	6.4	10,490.0	(487.0)	(4.4)	10,308.0	(182.0)	(1.7)

ECONOMIC NOTES

Most Recent Estimate of GDP Growth

Gross Domestic Product is a measure of the nation's output of domestically produced goods and services. The Commerce Department's estimate of real GDP growth uses the new chain-weighted measure instead of the fixed-weighted measure used previously. The new calculation better reflects yearly price fluctuations.

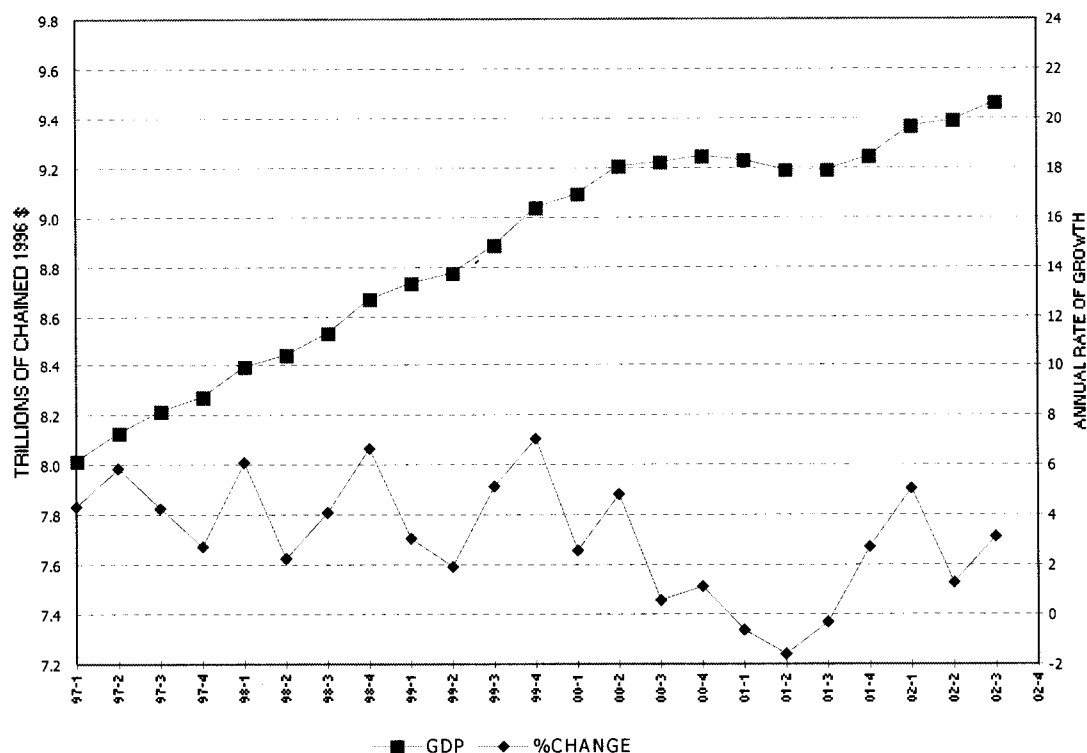
Quarterly estimates of GDP are released on the following schedule: Advance estimates, based on preliminary and incomplete source data and BEA assumptions about the missing source data, are released in the first month after the end of the quarter; preliminary and final estimates, which incorporate additional and revised source data, are released in the second and third months, respectively.

Revisions are usually made each July to incorporate source data that are more complete, more detailed, and otherwise more appropriate than previously available. These latest estimates reflect revisions in the national income and product accounts (NIPA's) beginning with the first quarter of 1999.

The U.S. economy grew at a 3.1% annual rate in the third quarter of 2002 according to the Commerce Department's advance estimate for GDP growth. This is an increase over the previous quarter's growth of 1.3%. In 2001, real GDP grew 0.3%. In comparison, GDP grew by 3.8% in 2000, 4.1% in 1999 and 4.3% in 1998.

Quarterly estimates of GDP since the first quarter of 1997, and the annualized growth rates implied by these estimates, are displayed in the graph below.

REAL GROSS DOMESTIC PRODUCT, 1997-PRESENT



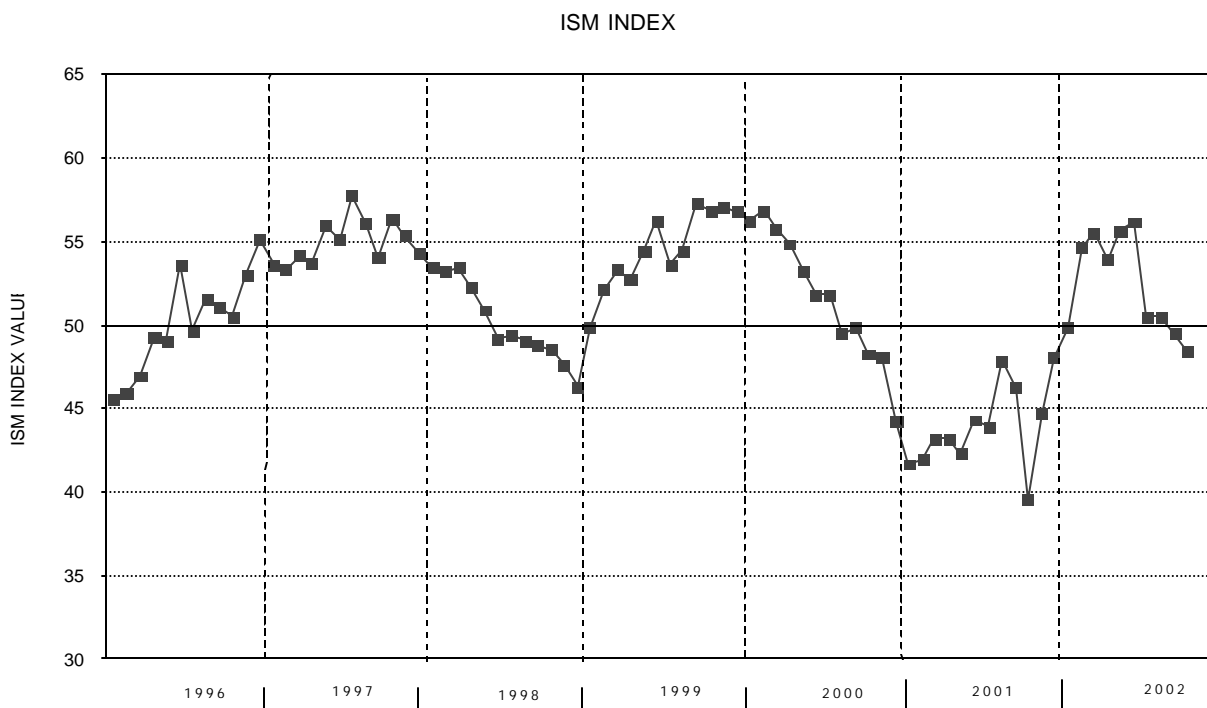
Institute for Supply Management's Purchasing Managers' Index (PMI)

The Institute for Supply Management (formerly the National Association of Purchasing Management) reported its second consecutive monthly decline in manufacturing activity in October. The Purchasing Managers' Index fell to 48.5 percent, indicating a contraction. "The manufacturing sector continued its recent trend as it lost momentum again in October. There has been very little month-over-month change in manufacturing activity as the PMI has averaged 49.8 percent over the last four months," reported Norbert J. Ore, C.P.M., chair of the Institute for Supply Management's Manufacturing Business Survey Committee.

The 50 percent mark is generally interpreted as the dividing line between growth and contraction in the manufacturing sector. An index in excess of 42.7 percent, over a period of time, indicates that the **overall** economy is expanding and under 42.7 percent that it is declining. According to the index, the overall economy grew for the twelfth consecutive month in October.

The Purchasing Managers' Index is based on a survey of 300 purchasing officials in a variety of manufacturing industries and gauges improvement or decline in areas such as employment, production, inventory, and new orders. In contrast to the Conference Board's Leading and Coincident Indices, which monitor broad-based economic activity, the Purchasing Managers' Index is more narrowly focussed on the manufacturing sector, a sector of particular importance to Arkansas.

The chart below tracks performance of the Purchasing Managers' Index since January 1996.



Labor Force Statistics, Arkansas and the U.S.

The U.S. Bureau of Labor Statistics reported that total nonagricultural employment in the nation was virtually unchanged, following a small decline of 13,000 in September (revised). In October, employment fell by 5,000 to a level of 130.9 million, seasonally adjusted. Manufacturing employment fell by 49,000 in October. The pace of manufacturing job losses has increased in the last three months. Service employment rose 18,000, with losses in business services offsetting gains in health services, legal services, and hotel and lodging places. Spurred by low interest rates, employment in the finance-insurance-real estate sector rose 34,000. The construction sector reported job losses of 27,000. Since April, there has been no net growth in construction employment. The national unemployment rate in October rose slightly to 5.7 percent.

In Arkansas, the Employment Security Department reported that nonagricultural employment (not seasonally adjusted) rose 2,800 to a level of 1,161,600 in October. The gain was primarily attributable to continued staffing at schools for the fall semester and is reflected in the government employment increase of 3,200 jobs. Employment in transportation-public utilities rose 500, a seasonal gain attributed to hiring at grain storage facilities and school bus drivers at private companies. Trade employment rose 200 while service employment fell 1,000. Construction employment was unchanged. Manufacturing employment fell by 100 with most industries showing small fluctuations. ESD also reported the State's seasonally adjusted unemployment rate rose slightly to 5.1 percent.

The table below shows the employment changes for the major sectors. Since October 2001, employment has fallen by 400. The largest over-the-year gain of 3,600 occurred in transportation and public utilities with trucking accounting for most of the gain. The largest percentage gain over the previous year also occurred in transportation and public utilities with 4.9 percent, followed by construction with 4.1 percent. State and local education was responsible for nearly 90 percent of the government employment increase. Almost two-thirds of the gain in construction employment came from heavy construction. Employment in manufacturing fell by 10,600 as thirteen of fourteen industries reported losses. The largest losses were in textile-apparel-leather (-1,900) and industrial machinery (-1,800). A small gain was reported in the chemicals-petroleum industry.

ARKANSAS NONAGRICULTURAL WAGE AND SALARY EMPLOYMENT,
BY INDUSTRIAL SECTOR

	SEPT. 2002	AUG. 2002	SEPT. 2001	CHANGE SINCE:			
				LAST MONTH		LAST YEAR	
				N	%	N	%
TOTAL NONAGRICULTURAL WAGE AND SALARY EMPLOYMENT (1000s)	1161.6	1158.8	1162.0	2.8	0.2	-0.4	0.0
MINING	3.9	3.9	4.0	0.0	0.0	-0.1	-2.5
CONSTRUCTION	56.5	56.5	54.3	0.0	0.0	2.2	4.1
MANUFACTURING	226.9	227.0	237.5	-0.1	0.0	-10.6	-4.5
DURABLE GOODS	117.2	117.9	123.7	-0.7	-0.6	-6.5	-5.3
NONDURABLE GOODS	109.7	109.1	113.8	0.6	0.5	-4.1	-3.6
FOOD & KIND. PRODS.	57.4	56.8	57.9	0.6	1.1	-0.5	-0.9
TRANSP. & PUB. UTILS.	76.9	76.4	73.3	0.5	0.7	3.6	4.9
TRADE	266.8	266.6	266.6	0.2	0.1	0.2	0.1
FIN./INS./REAL EST.	47.0	47.0	46.1	0.0	0.0	0.9	2.0
SERVICES	282.1	283.1	281.5	-1.0	-0.4	0.6	0.2
GOVERNMENT	201.5	198.3	198.7	3.2	1.6	2.8	1.4

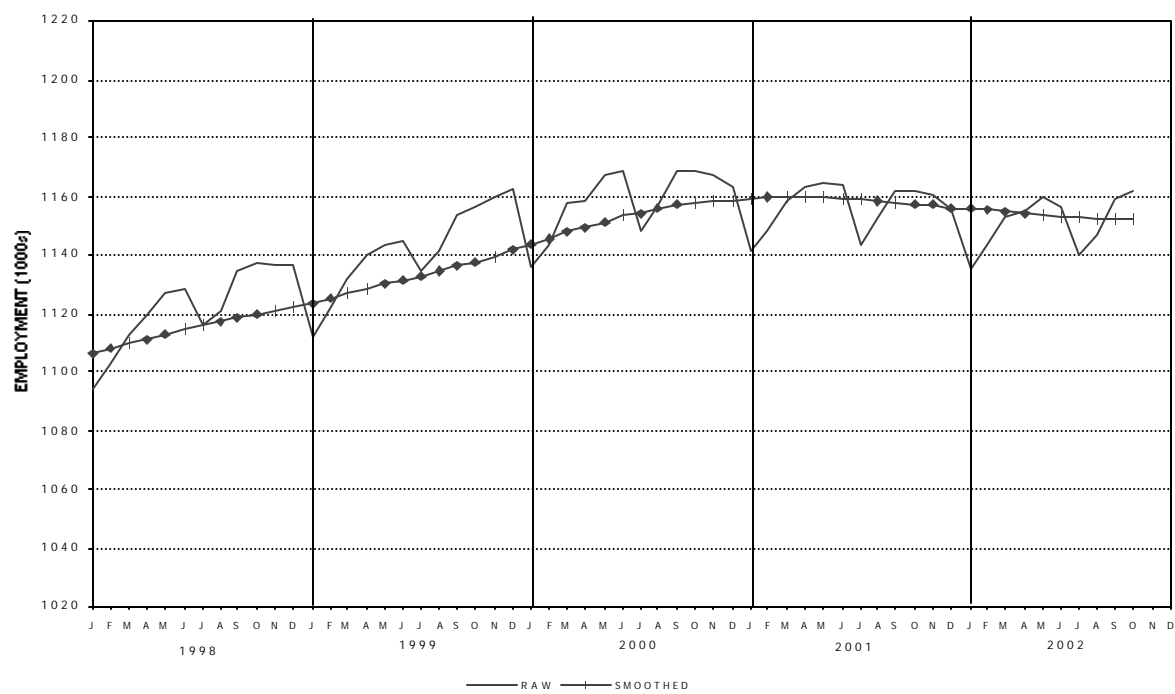
SOURCE: Arkansas Employment Security Department.

The graphs on the next page place Arkansas' employment growth patterns in a somewhat longer historical context. The upper graph shows the absolute level of nonagricultural employment in the state. The "raw" or unadjusted data show the seasonality of employment in the state, with sharp drops in employment occurring in January and July, while the "smoothed" data (12-month moving averages) reveal the underlying trends in employment.

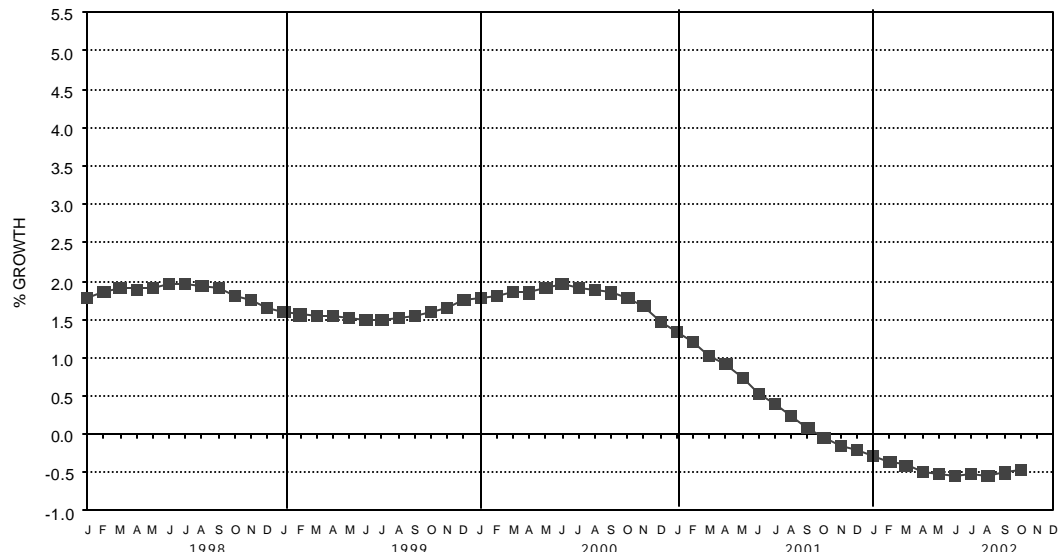
Underlying growth trends are portrayed even more clearly in the lower graph, which gives the percentage increase in employment over a 12-month period, based on the smoothed data shown above. After accounting for some seasonal factors, the annualized rate of employment growth in the state remained at -0.5 percent in October 2002.

The data in these two graphs reflect the benchmark revisions made by ESD and BLS in January 2002 to the employment data for 2000 and 2001.

ARKANSAS' NONAGRICULTURAL EMPLOYMENT



ARKANSAS' 12-MONTH EMPLOYMENT GROWTH
(BASED ON SMOOTHED DATA)



The table below places Arkansas' employment growth in comparative national perspective. For the 12-month period ending in September 2002, Arkansas' employment rate of decline of 0.5 percent ranked 22nd in the nation. Over the same 12-month period, employment in the nation as a whole fell by 1.0 percent.

TOTAL NONAGRICULTURAL JOB GROWTH FOR THE U.S. AND STATES:
12 MONTHS ENDING SEPTEMBER 2002 VS. 12 MONTHS ENDING SEPTEMBER 2001

State	Rank Sept. 2002	Percent Change	Rank Sept. 2001	Thousands of Jobs		
				Job Growth	Sept. 2002	Sept. 2001
Wyoming.....	1	1.5	2	3.6	247.6	244.0
Alaska.....	2	1.4	7	3.9	292.2	288.3
Nevada.....	3	0.9	1	9.5	1,062.2	1,052.6
Montana.....	4	0.8	20	3.0	393.7	390.7
New Mexico.....	5	0.7	9	5.5	760.5	755.0
Oklahoma.....	6	0.7	12	10.4	1,517.0	1,506.5
Kansas.....	7	0.6	22	8.0	1,362.1	1,354.1
North Dakota.....	8	0.3	28	1.0	330.4	329.3
Rhode Island.....	9	0.3	21	1.4	480.7	479.2
Louisiana.....	10	0.3	30	5.1	1,931.4	1,926.2
Kentucky.....	11	0.3	38	4.7	1,824.9	1,820.2
Maine.....	12	0.2	18	1.0	609.9	608.8
Florida.....	13	0.1	3	6.4	7,198.8	7,192.4
Nebraska.....	14	0.1	33	0.5	909.6	909.1
South Dakota.....	15	-0.1	31	-0.3	378.6	379.0
Idaho.....	16	-0.1	4	-0.6	567.4	568.1
California.....	17	-0.2	5	-33.5	14,662.5	14,696.1
Wisconsin.....	18	-0.2	36	-6.4	2,824.3	2,830.7
New Jersey.....	19	-0.2	19	-9.8	4,012.3	4,022.2
New Hampshire.....	20	-0.3	13	-1.9	625.9	627.8
Tennessee.....	21	-0.4	42	-9.4	2,707.3	2,716.7
Arkansas.....	22	-0.5	37	-6.0	1,151.9	1,158.0
Maryland.....	23	-0.6	17	-13.7	2,456.7	2,470.4
South Carolina.....	24	-0.6	47	-11.2	1,829.9	1,841.1
Mississippi.....	25	-0.6	49	-7.0	1,130.8	1,137.8
West Virginia.....	26	-0.6	34	-4.6	731.5	736.1
Iowa.....	27	-0.7	43	-10.1	1,462.7	1,472.8
North Carolina.....	28	-0.7	44	-28.2	3,883.3	3,911.5
Delaware.....	29	-0.8	35	-3.2	416.9	420.1
Connecticut.....	30	-0.8	40	-13.1	1,674.5	1,687.7
Texas.....	31	-0.9	10	-83.1	9,445.5	9,528.7
Vermont.....	32	-1.0	24	-2.8	296.7	299.5
Arizona.....	33	-1.0	8	-21.7	2,247.6	2,269.4
UNITED STATES.....		-1.0		1,327.0	130,866.1	132,193.2
Alabama.....	34	-1.0	45	-19.3	1,899.9	1,919.2
Pennsylvania.....	35	-1.0	27	-57.6	5,654.3	5,712.0
Ohio.....	36	-1.1	46	-59.4	5,526.7	5,586.1
Minnesota.....	37	-1.1	26	-30.2	2,654.1	2,684.4
Utah.....	38	-1.1	15	-12.3	1,071.8	1,084.2
Virginia.....	39	-1.2	16	-40.8	3,500.1	3,540.9
New York.....	40	-1.3	25	-108.3	8,556.0	8,664.3
Michigan.....	41	-1.3	48	-59.2	4,554.3	4,613.5
Hawaii.....	42	-1.4	11	-7.6	548.8	556.4
Illinois.....	43	-1.5	39	-88.4	5,941.0	6,029.5
Massachusetts.....	44	-1.5	14	-49.1	3,298.2	3,347.3
Oregon.....	45	-1.5	32	-24.3	1,580.6	1,605.0
Indiana.....	46	-1.6	50	-46.7	2,907.5	2,954.2
Missouri.....	47	-1.8	41	-49.5	2,692.8	2,742.3
Colorado.....	48	-1.8	6	-41.2	2,197.9	2,239.2
Georgia.....	49	-2.1	23	-84.7	3,884.3	3,969.1
Washington.....	50	-2.2	29	-58.9	2,653.5	2,712.5

SOURCE: Arizona State University's Economic Outlook Center and the U.S. Bureau of Labor Statistics

INITIAL FORECAST

FISCAL YEAR 2003 - OFFICIAL FORECAST

STATE GENERAL REVENUE

FISCAL YEAR 2003

FUND ACCOUNTS	"A"	"B"	"B-1"	"C"	TOTAL ALLOCATIONS	FORECAST 96.06% OF "A"
General Education	\$1,654,121,514	\$28,878,556	\$6,500,000	\$8,266,000	\$1,697,766,070	\$1,588,868,206
Workforce Education	21,568,311	1,184	2,000,000	1,346,556	24,916,051	20,717,464
TOTAL - PUBLIC SCHOOL FUND	\$1,675,689,825	\$28,879,740	\$8,500,000	\$9,612,556	\$1,722,682,121	\$1,609,585,671
GENERAL EDUCATION FUND						
Dept. of Education	\$12,563,430	\$267,899		\$1,085,859	\$13,917,188	\$12,067,816
Educational Television	4,154,371	79,156		150,000	4,383,527	3,990,486
School for the Blind	4,775,910	92,685		100,000	4,968,595	4,587,506
School for the Deaf	8,075,576	160,225		200,000	8,435,801	7,757,003
State Library	2,962,429	45,011		106,000	3,113,440	2,845,564
Dept. of Workforce Education	2,929,070	79,040		201,140	3,209,250	2,813,521
Rehabilitation Services	12,056,201	138,630			12,194,831	11,580,597
Subtotal - General Education	\$47,516,987	\$862,646	\$0	\$1,842,999	\$50,222,632	\$45,642,493
Technical Institutes:						
Arkansas Valley TI	\$2,200,925	\$51,488		\$115,000	\$2,367,413	\$2,114,101
CottonBoll TI	2,199,163	49,355		114,000	2,362,518	2,112,408
Crowley's Ridge TI	2,302,081	55,183		120,000	2,477,264	2,211,266
Delta TI	2,153,060	52,680		100,000	2,305,740	2,068,124
Foothills TI	2,101,386	63,250		110,000	2,274,636	2,018,489
Forest Echoes TI	1,053,276	28,179		55,000	1,136,455	1,011,725
Great Rivers TI	1,315,198	36,976		100,000	1,452,174	1,263,315
Northwest TI	2,668,175	68,401		130,000	2,866,576	2,562,918
Quapaw TI	2,033,977	57,643		170,000	2,261,620	1,953,739
Riverside VTS	2,040,065	48,207		100,000	2,188,272	1,959,587
Subtotal - Technical Inst.'s	\$20,067,306	\$511,362	\$0	\$1,114,000	\$21,692,668	\$19,275,672
TOTAL GENERAL ED. FUND	\$67,584,293	\$1,374,008	\$0	\$2,956,999	\$71,915,300	\$64,918,166
HUMAN SERVICES FUND						
DHS-Administration	\$14,351,869	\$251,909		\$3,560,921	\$18,164,699	\$13,785,703
Aging and Adult Services	11,038,014			609,499	11,647,513	10,602,576
Children & Family Services	39,633,172			1,218,289	40,851,461	38,069,686
Child Care/Early Childhood Ed.	549,349	10,791		26,093	586,233	527,678
Youth Services	42,781,686			1,992,906	44,774,592	41,093,995
Devel. Disab. Services	43,127,587		767,399	1,219,570	45,114,556	41,426,250
Medical Services	4,761,982	43,237		223,842	5,029,061	4,574,127
DHS-Grants	409,307,854	29,461,202	12,232,601		451,001,657	393,161,101
Mental Health Services	53,068,151			2,577,787	55,645,938	50,974,670
Services for the Blind	1,843,145	13,698		86,498	1,943,341	1,770,435
County Operations	40,905,591	101,492		2,364,195	43,371,278	39,291,910
Indigent Care - UAMS					0	0
TOTAL HUMAN SERVICES FUND	\$661,368,400	\$29,882,329	\$13,000,000	\$13,879,600	\$718,130,329	\$635,278,131

INITIAL FORECAST

FISCAL YEAR 2003 - OFFICIAL FORECAST

STATE GENERAL REVENUE

FISCAL YEAR 2003

FUND ACCOUNTS	"A"	"B"	"B-1"	"C"	TOTAL ALLOCATIONS	FORECAST 96.06% OF "A"
STATE GENERAL GOV'T FUND						
Dept. of Ark. Heritage	\$4,514,407	\$80,666		\$678,289	\$5,273,362	\$4,336,319
Dept. of Labor	2,483,300	53,386		133,510	2,670,196	2,385,336
Dept. of Higher Education	2,856,540	56,747		262,394	3,175,681	2,743,853
Dept. of H.E.-Grants	34,193,511	3,825,000			38,018,511	32,844,614
Dept. of Economic Development	9,926,681	107,462		485,294	10,519,437	9,535,084
Dept. of Correction	190,345,887	2,754,939	6,800,000		199,900,826	182,836,947
Dept. of Community Correction	31,100,647	599,306	800,000		32,499,953	29,873,760
Livestock & Poultry Commission	3,614,973	94,162		175,000	3,884,135	3,472,366
State Military Department	8,273,134	167,107		330,000	8,770,241	7,946,768
Dept. of Parks & Tourism	20,164,481	452,961		775,556	21,392,998	19,369,014
Dept. of Environmental Quality	3,715,018	82,832		150,000	3,947,850	3,568,465
State General Services	38,110,970	178,173	1,032,350	2,514,687	41,836,180	36,607,533
TOTAL STATE GENERAL GOV'T	\$349,299,549	\$8,452,741	\$8,632,350	\$5,504,730	\$371,889,370	\$335,520,059
OTHER FUNDS						
County Aid	\$20,552,313			\$1,000,000	\$21,552,313	\$19,741,546
Crime Information Center	3,533,345	54,347		150,000	3,737,692	3,393,958
EMS Enhancement Revolving					0	0
Forestry Commission	5,989,036	259,937	200,000	128,893	6,577,866	5,752,775
Merit Adjustment Fund				2,860,000	2,860,000	0
Motor Vehicle Acquisition	1,000,000			1,000,000	2,000,000	960,551
Municipal Aid	28,636,193			1,500,000	30,136,193	27,506,526
Dept. of Health	51,724,338	1,131,866	1,500,000	1,734,562	56,090,766	49,683,869
State Central Services			5,000,000		5,000,000	0
State Police	42,968,949	1,376,401	1,000,000	1,333,966	46,679,316	41,273,870
Plant Board Fund	2,330,249	45,167		100,000	2,475,416	2,238,323
Breast Cancer Research					0	0
Breast Cancer Control					0	0
TOTAL OTHER FUNDS	\$156,734,423	\$2,867,718	\$7,700,000	\$9,807,421	\$177,109,562	\$150,551,419

INITIAL FORECAST

FISCAL YEAR 2003 - OFFICIAL FORECAST

STATE GENERAL REVENUE

FISCAL YEAR 2003

FUND ACCOUNTS	"A"	"B"	"B-1"	"C"	TOTAL ALLOCATIONS	FORECAST 96.06% OF "A"
INST'S OF HIGHER EDUCATION						
Four Year Institutions:						
Arkansas State University	\$46,561,444	\$1,096,148			\$47,657,592	\$44,724,645
Arkansas Tech University	19,787,029	364,764			20,151,793	19,006,452
Henderson State University	15,948,951	455,836			16,404,787	15,319,782
Southern Arkansas University	12,476,586	213,044			12,689,630	11,984,398
UA-Fayetteville	94,629,965	1,980,079			96,610,044	90,896,915
UA - Archeological Survey	1,741,026	37,885			1,778,911	1,672,344
UA - Agriculture	50,333,331	1,292,838			51,626,169	48,347,735
UA - Criminal Justice Institute	1,563,179	423,440		1,186,618	3,173,237	1,501,513
UA-Little Rock	44,343,262	5,303,565			49,646,827	42,593,968
UA-Medical Sciences	65,128,479	1,321,212			66,449,691	62,559,231
UAMS - AHEC	2,300,000				2,300,000	2,209,267
UAMS - Indigent Care	4,934,708				4,934,708	4,740,039
UA-Monticello	10,393,863	657,084			11,050,947	9,983,836
UA-Pine Bluff	18,738,278	1,095,880			19,834,158	17,999,073
University of Central Arkansas	39,071,903	713,526			39,785,429	37,530,559
Sub-Total Four Year	\$427,952,004	\$14,955,301	\$0	\$1,186,618	\$444,093,923	\$411,069,760
Two Year Institutions:						
Arkansas State University - Beebe	\$7,772,635	\$527,787			\$8,300,422	7,466,013
Arkansas State Univ.-Mountain Home	2,511,156	63,071			2,574,227	2,412,094
Arkansas State University - Newport	2,069,280	49,725			2,119,005	1,987,649
East Arkansas Cmty. College	5,299,408	80,164			5,379,572	5,090,352
Garland County Cmty. College	5,676,826	120,474			5,797,300	5,452,881
Mid-South Cmty. College	2,691,103	58,226			2,749,329	2,584,942
Mississippi County Cmty. College	5,561,920	117,549			5,679,469	5,342,508
North Arkansas College	7,065,721	322,485			7,388,206	6,786,986
NorthWest Arkansas Cmty. College	6,072,903	202,192			6,275,095	5,833,334
Phillips Cmty. College of the UA	8,100,972	113,253			8,214,225	7,781,397
Rich Mountain Cmty. College	2,764,812	43,327			2,808,139	2,655,743
Southern Ark. University - Tech	6,215,814	86,766			6,302,580	5,970,607
South Arkansas Cmty. College	5,335,720	75,319			5,411,039	5,125,232
U of A - Cmty. College at Batesville	2,914,706	60,694			2,975,400	2,799,724
U of A - Cmty. College at Hope	3,674,161	85,008			3,759,169	3,529,219
Westark	15,468,639	324,952			15,793,591	14,858,418
Sub-Total Two Year	\$89,195,776	\$2,330,992	\$0	\$0	\$91,526,768	\$85,677,099

INITIAL FORECAST

FISCAL YEAR 2003 - OFFICIAL FORECAST

STATE GENERAL REVENUE

FISCAL YEAR 2003

FUND ACCOUNTS	"A"	"B"	"B-1"	"C"	TOTAL ALLOCATIONS	FORECAST 96.06% OF "A"
Technical Colleges:						
Black River	\$4,679,606	\$83,089			\$4,762,695	4,495,001
Cossatot	2,382,000	48,811			2,430,811	2,288,033
Ouachita	2,540,172	54,296			2,594,468	2,439,965
Ozarka	2,177,727	51,919			2,229,646	2,091,818
Petit Jean	3,437,153	90,676			3,527,829	3,301,561
Pulaski	6,595,166	265,720			6,860,886	6,334,994
Southeast Arkansas College	4,110,479	116,087			4,226,566	3,948,325
Sub-Total Technical Colleges	\$25,922,303	\$710,598	\$0	\$0	\$26,632,901	\$24,899,696
TOTAL INST'S OF HIGHER ED.	\$543,070,083	\$17,996,891	\$0	\$1,186,618	\$562,253,592	\$521,646,555
GRAND TOTAL	\$3,453,746,573	\$89,453,427	\$37,832,350	\$42,947,924	\$3,623,980,274	\$3,317,500,000

Prepared by DFA-Office of Budget4/18/02

EDUCATIONAL EXCELLENCE TRUST FUND
OFFICIAL FORECAST
FISCAL YEAR 2003
Revised August 14, 2002

FUND ACCOUNT	FY03 ORIGINAL FORECAST	FY03 REVISED FORECAST	DIFFERENCE
DEPT. OF EDUCATION PUBLIC SCHOOL FUND:	<u>\$161,726,687</u>	<u>\$159,701,677</u>	<u>(\$2,025,010)</u>
WORKFORCE EDUCATION PUBLIC SCHOOL FUND:	<u>\$9,505,778</u>	<u>\$9,417,772</u>	<u>(\$88,006)</u>
DEPARTMENT OF EDUCATION FUND ACCOUNT:	<u>\$761,916</u>	<u>\$754,861</u>	<u>(\$7,055)</u>
DEPARTMENT OF WORKFORCE EDUCATION FUND:	<u>\$2,852,870</u>	<u>\$2,826,457</u>	<u>(\$26,413)</u>
HIGHER EDUCATION GRANTS FUND ACCT:	<u>\$10,486,213</u>	<u>\$10,389,130</u>	<u>(\$97,083)</u>
INSTITUTIONS OF HIGHER EDUCATION:			
Four Year Institutions:			
Arkansas State University	\$4,791,520	\$4,747,159	(\$44,361)
Arkansas Tech University	1,606,150	1,591,280	(14,870)
Henderson State University	1,661,486	1,646,104	(15,382)
Southern Arkansas University	982,307	973,213	(9,094)
UA - Fayetteville	7,485,902	7,416,558	(69,344)
UAF - Archeological Survey	103,442	102,484	(958)
UAF - Agricultural Experiment Station	2,389,877	2,367,739	(22,138)
UAF - Cooperative Extension Service	1,910,712	1,893,013	(17,699)
UA - Little Rock	4,219,356	4,180,292	(39,064)
UA Medical Center	7,264,903	7,197,643	(67,260)
UAMS - Indigent Care	180,779	179,105	(1,674)
UA - Monticello	847,762	839,913	(7,849)
UA - Pine Bluff	1,471,697	1,458,072	(13,625)
University of Central Arkansas	3,656,633	3,622,779	(33,854)
Two Year Institutions:		-	
ASU - Beebe	1,143,168	1,132,584	(10,584)
East Arkansas Comm College	598,248	592,710	(5,538)
Garland County Comm College	894,764	886,480	(8,284)
Mississippi County Comm College	573,070	567,764	(5,306)
North Arkansas College	353,318	350,047	(3,271)
Northwest Ark Community College	790,741	783,420	(7,321)
Phillips Community College - U of A	582,612	577,219	(5,393)
Rich Mountain Comm College	157,916	156,454	(1,462)
SAU - Tech	256,470	254,096	(2,374)
South Arkansas Comm College	409,159	405,371	(3,788)
UA - Fort Smith (Westark)	<u>2,434,544</u>	<u>2,412,005</u>	<u>(22,539)</u>
TOTAL INSTITUTIONS OF HIGHER EDUCATION	\$ 46,766,536	\$ 46,333,501	\$ (433,035)
GRAND TOTAL	<u>\$ 232,100,000</u>	<u>\$229,423,398</u>	<u>\$ (2,676,602)</u>

August 14, 2002

FINANCIAL INFORMATION SOURCES STATE OF ARKANSAS

FINANCIAL ORGANIZATIONS AND MANAGEMENT

The following state organizations share responsibility for statewide financial management: The General Assembly, the Office of the Budget and the Office of Accounting of the Department of Finance and Administration, the Governor, the Treasurer, and the Division of Legislative Audit.

The General Assembly has responsibility for legislating the level of state services and appropriating the funds for operations of state agencies. The Office of Budget prepares the Executive Budget with the advice and consent of the Governor. The Office of Budget also monitors the level and type of state expenditures. The Accounting Division has the responsibility for maintaining fund and appropriation control and, through the Pre-audit Section and in conjunction with the State Treasurer, has responsibility for the disbursement process. The Treasurer has responsibility for disbursement, bank reconciliation, and investment of state funds (with the advice of the State Board of Finance). The Division of Legislative Audit has responsibility for performing financial post-audits of state agencies.

BUDGET AND APPROPRIATION PROCESS

State agencies submit biennial budget requests to the Office of Budget of the Department of Finance and Administration. The Office of Budget prepares the Executive Budget based on estimates of general revenues as prepared by the Office of Economic Analysis and Tax Research of DFA. The Executive Budget contains the budget amount recommended by the Governor.

The General Assembly appropriates money after consideration of both the Executive Budget and the revenue estimate. The appropriation process begins in the joint House-Senate Budget Committee and then proceeds through both houses of the General Assembly. Legislative appropriations are subject to the Governor's approval or veto, including the authority of line-item veto.

The General Assembly also must amend the Revenue Stabilization Act to provide for an allotment process of funding appropriations in order to comply with state law prohibiting deficit spending. The Governor may restrict spending below the level of appropriations.

REVENUE STABILIZATION LAW

Act 750 of 1973, as amended, established the State's Revenue Stabilization Law. This law and related legislation govern the administration and distribution of State revenues.

Pursuant to the Stabilization Law, all general and special revenues are deposited into the General Revenue Allotment Account and the Special Revenue Allotment Account according to the type of revenue being deposited. From the General Revenues Fund, 3% of all general revenues are first

distributed to the Constitutional Officers Fund and the Central Services Fund to provide support for the States' elected officials and their staffs and the Department of Finance and Administration.

The balance is then distributed to separate funds proportionately as established by the Stabilization Law. From the Special Revenue Fund, 3% of all special revenues collected by DFA and 1.5% of all special revenues collected by other agencies are first distributed to provide support for the State's elected officials, their staffs, and DFA. The balance is then distributed to the funds for which the special revenues were collected.

Special revenues, which are primarily user taxes, are generally earmarked for the program or agency providing the related services.

General revenues are transformed into funds established and maintained by the Treasurer for major programs and agencies of the state in accordance with fund priorities established by the General Assembly.

According to the Stabilization Law, the General Assembly establishes three levels of priority for general revenue spending, levels "A", "B", and "C". Successive levels of appropriations are funded only in the event sufficient revenues have been generated to fully fund any prior level. Accordingly, appropriations made to programs and agencies are only maximum authorizations to spend. Actual expenditures are limited to the lesser of (1) moneys flowing into a program or agencies' fund maintained by the Treasurer or (2) the maximum appropriation by the General Assembly.

Because state revenues are not collected throughout the year in a pattern consistent with program and agency expenditures, a budget revolving fund, which receives interest earnings for State fund investments, has been established and is utilized to assure proper cash flow during any period.

For more detailed information, please see:

- State of Arkansas, Biennial Budget, prepared by the Office of Budget, DFA.
- Annual Financial Report, prepared by the Office of Accounting, DFA.
- State of Arkansas, Biennial Report, prepared by the Treasurer of the State.
- Arkansas Legislative Tax Handbook, prepared by the Arkansas Legislative Council.
- Selected Statistical Financial Data for Arkansas (referred to as the A & B Books), prepared by the Arkansas Legislative Council.

STATE OF ARKANSAS
Special Revenues Monthly and Year to Date Collections
For Month Ending October 31, 2002

Taxes, Fees, Licenses & Permits	Current Month				Year to Date			
	October 2001	October 2002	Increase/Decrease Amount	Percent	October 2001	October 2002	Increase/Decrease Amount	Percent
Conservation Tax Act Act 156/97	3,919,631.50	3,967,933.58	48,302.08	1.23%	15,889,415.72	16,300,113.50	410,697.78	2.58%
Corporate Income Tax Est. Act 1052/91	1,143,188.66	999,398.97	(143,789.69)	-12.58%	4,562,184.49	3,997,595.88	(564,588.61)	-12.38%
Estate Tax Act 590/93	1,638,452.74	870,907.09	(767,545.65)	-46.85%	3,069,618.43	32,688,432.32	29,618,813.89	964.90%
Motor Fuel Tax Act 445/73	1,625,903.61	1,645,777.27	19,873.66	1.22%	6,876,505.70	6,913,427.74	36,922.04	0.54%
Gasoline Tax	32,411,807.48	32,425,725.50	13,918.02	0.04%	142,669,433.86	137,465,330.93	(5,204,102.93)	-3.65%
Real Estate Transfer Tax Act 729/87	1,312,176.90	1,533,463.45	221,286.55	16.86%	5,597,907.70	6,017,395.32	419,487.62	7.49%
Motor Fuel Tax Act 437/79	1,626,053.61	1,645,777.27	19,723.66	1.21%	3,275,665.90	6,913,427.74	3,637,761.84	111.05%
Rice Assessment Act 725/85	1,600,436.70	1,785,595.78	185,159.08	11.57%	2,288,953.00	2,380,793.21	91,840.21	4.01%
Auto License Fees	5,697,738.30	6,542,808.39	845,070.09	14.83%	30,145,348.17	42,701,020.25	12,555,672.08	41.65%
Pollution control Permit Fees Act 817/83	1,839,013.80	750,495.80	(1,088,518.00)	-59.19%	3,299,889.36	2,410,303.50	(889,585.86)	-26.96%
Waste Mgmt. Recycle Act 849/89	1,004,343.53	635,067.14	(369,276.39)	-36.77%	2,688,155.26	2,066,575.86	(621,579.40)	-23.12%
Utility Assessment	0.00	0.00	0.00	0.00%	8,315,288.00	7,123,873.00	(1,191,415.00)	-14.33%
Insurance Dept. Fees Act 652/93	991,614.42	286,840.25	(704,774.17)	-71.07%	1,885,758.58	5,767,783.80	3,882,025.22	205.86%
Game Protection Fees	3,452,581.22	2,992,673.08	(459,908.14)	-13.32%	7,435,400.87	6,918,498.21	(516,902.66)	-6.95%
Overload Permits	631,466.77	579,743.44	(51,723.33)	-8.19%	2,472,912.23	2,265,575.89	(207,336.34)	-8.38%
Property Tax Relief	15,507,009.53	15,753,427.10	246,417.57	1.59%	62,810,513.68	64,460,064.57	1,649,550.89	2.63%
All other taxes, fees, permits & licenses	7,686,139.25	10,764,875.98	3,078,736.73	40.06%	32,319,444.43	41,715,005.98	9,395,561.55	29.07%
TOTAL	82,087,558.02	83,180,510.09	1,092,952.07	1.33%	335,602,395.38	388,105,217.70	52,502,822.32	15.64%

**DEPARTMENT OF FINANCE & ADMINISTRATION
DIVISION OF REVENUE**

P.O. Box 1272
Little Rock, AR 72203
(501) 682-7000

Commissioner of Revenue.....Tim Leathers
Assistant Commissioner for Operations & AdministrationPreston Means
Assistant Commissioner for Policy & Legal.....John Theis

Taxpayer Assistance Office 682-7751
Office of Motor Vehicle..... 682-4630
Office of Excise Tax Administration..... 682-7200
Office of Income Tax Administration..... 682-1130

Arkansas State Revenue Tax Quarterly, a quarterly newsletter, is published by the Revenue Division. For more information, contact the Taxpayer Assistance Office.

The Department of Finance and Administration has a home page on the World Wide Web. The page contains several tax forms and useful information. The address is <http://www.accessarkansas.org/dfa/>. In addition, the Office of Economic Analysis and Tax Research posts this publication, *Arkansas Fiscal Notes*, on the DFA web site. The address is http://www.accessarkansas.org/dfa/revenues_budgets.html.

**STATEMENT OF GROSS TAX COLLECTIONS
GENERAL, SPECIAL, AND TRUST REVENUES**

The statement of gross tax collections on the following pages reports only general and special revenues collected by the Revenue Division of the Department of Finance and Administration. Insurance premium taxes are collected by the Insurance Department and the corporate franchise tax by the Office of Secretary of State. The revenues from these two taxes are reported in Tables A and B. In addition to these two offices, general revenues are also collected by other offices, agencies, and commissions, such as the State Auditor, State Securities Board, et al., and are summarized under "Miscellaneous" collections in Tables A and B. A detailed listing of these revenue sources can be found in the *Arkansas Revenue Report* published monthly by the Bureau of Legislative Research, Office of Tax and Economic Policy (tel # 682-1937).

Additionally, the "Gross Receipts" reported on this statement includes sales tax, use tax, beverage excise tax, 10% mixed drink tax, and the gross receipts tax permit.

October 2002

**DEPARTMENT OF FINANCE & ADMINISTRATION
REVENUE DIVISION
LITTLE ROCK, ARKANSAS
STATEMENT OF GROSS TAX COLLECTIONS**

Page 1 of 7
C1L003
(ON FISCAL YEAR BASIS)

Special Revenues		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
101	Auto License Fees:	6,525,719.62	5,768,216.88	42,716,987.35	30,211,157.53
102	Auto Title Transfer	318,584.00	303,655.67	1,305,506.36	1,219,907.67
103	Auto Intransit Fees:	24.00	12.00	78.00	75.00
104	Drive Out License:	1,382.00	1,596.00	5,486.00	5,946.00
105	Mtr.Vehicle Trip Permits:	33,528.00	29,700.00	113,742.69	73,953.00
106	Transfer Building Fund:	.00	.00	.00	.00
107	Drivers Test Fee 782 Of 91:	55,521.59	52,902.00	258,527.59	230,645.81
108	Commerical Driver License Fund Act 241:	56,313.61	63,084.28	221,504.97	239,629.51
109	Boat Registration:	46,002.15	32,506.65	318,284.30	193,743.09
110	Cotton Trailer Reg. Act 68 Of 92:	3,167.00	3,494.00	35,775.00	30,948.00
111	Commerical Driver License Test Act 241/198:	34,894.34	42,179.79	150,475.93	188,725.79
112	Commerical Driver License Test Act 241/1989:	123,426.97	121,306.84	482,822.74	461,783.66
113	Special Driver Fees:	150,387.30	147,515.04	615,718.14	589,225.92
114	Driver Search Fees:	640,535.03	649,649.16	2,549,695.26	2,460,113.34
115	DWI Act 918/1983 (Hwy. Safe):	.00	.00	.00	1,076.71
116	DWI Act 918/1983 (Alc & Drug):	.00	.00	.00	215.85
117	Add Court Cost (Hwy Safe 1/2):	.00	.00	.00	42.38
118	Add Court Cost (Alc Drug 1/2):	.00	.00	.00	42.37
119	Add'l Court Cost Act #185:	.00	.00	.00	682.88
120	Crime Victims Reparation:	.00	.00	.00	2,095.87
121	Motor Fuel Tax:	31,964,182.71	32,229,983.90	135,607,672.01	133,801,798.08
122	Motor Fuel Act #445:	1,645,777.27	1,625,903.61	6,913,427.74	6,876,505.70
123	Motor Fuel Act #437:	1,645,777.27	1,625,903.61	6,913,427.74	6,876,505.70
124	Public School Act 210/39	.00	.00	30,000.00	30,000.00
125	Severance Tax 1/4:	196,972.82	175,296.46	746,113.55	726,635.75
126	Severance Act #310:	2,848.60	3,085.87	12,240.20	12,593.50
127	Severance Act #759 of 1979:	5,450.73	5,011.76	21,699.70	19,289.86
128	Timber Severance:	351,197.13	381,344.56	1,564,932.14	1,444,424.00
129	Add'l Severance/Coal Act #560:	.00	.00	.00	.00
130	Add'l Severance Act #761:	132,452.32	127,939.69	535,950.21	536,936.26
131	Add'l Severance/Brine Act #874:	12,264.15	11,275.10	48,824.32	43,400.80
132	SoyBean State Act #259:	62,411.22	59,108.88	100,500.05	114,509.66

October 2002

**DEPARTMENT OF FINANCE & ADMINISTRATION
REVENUE DIVISION
LITTLE ROCK, ARKANSAS
STATEMENT OF GROSS TAX COLLECTIONS**

Page 2 of 7
C1L003
(ON FISCAL YEAR BASIS)

Special Revenues		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
133	Wheat Promotion:	4,939.99	16,726.78	310,675.21	395,013.77
134	Rice Promotion:	1,785,595.78	1,600,436.70	2,380,793.21	2,288,953.00
135	Real Estate Transfer Act #754:	.00	.00	60,000.00	60,000.00
136	Real Estate Transfer Act #754:	76,672.07	65,607.82	240,865.30	219,891.20
137	Real Estate Transfer Act #729-80%	1,226,770.87	1,049,741.50	4,813,916.34	4,478,326.14
138	Real Estate Transfer Act #729-10%:	153,346.29	131,217.70	601,739.49	559,790.78
139	Real Estate Transfer Act 729-10%:	153,346.29	131,217.70	601,739.49	559,790.78
140	Beef Council State:	41,803.62	45,985.00	131,683.87	174,944.71
141	Wine Tax Act #906:	1,023.95	647.95	3,950.96	2,097.20
142	Misc Non Revenue	.00	.00	.00	.00
143	Sales Tax Aviation Act #449:	442,134.30	308,766.84	1,241,081.52	1,176,170.81
144	Rent Car Search Fee Act #1359/99:	4.00	.00	12.00	.00
145	Dog Racing Act #382:	.00	3,446.57	4,457.97	13,337.07
146	ABC Application Fees Act #675:	882.50	200.00	3,852.50	1,625.00
147	DWI Reinstatement Act 802/95:	14,864.85	12,093.20	58,823.35	48,637.40
148	DL Vision Test:	43,651.00	42,788.00	179,385.00	171,428.00
149	Beef Council-National:	41,803.62	45,985.00	131,683.87	174,944.71
150	Brucellosis Control Fund:	72,979.00	75,590.00	211,441.00	286,515.43
151	DWI Additional Act 631/316 Of 91:	.00	.00	.00	292.03
152	Waste Tire Fee #749 Of 91:	344,737.65	360,355.47	1,421,644.74	1,453,436.40
153	Swine Testing #1105 Of 91:	44.00	78.00	241.00	329.28
154	DWI Reinstatement #802/95:	70,077.15	57,010.80	255,388.65	229,290.60
155	Rural Health Act 210/39	7,930.00	8,950.00	129,330.00	264,895.00
156	Severance Tax #761 Of 83:	.00	.00	.00	.00
157	SoyBean Act #340/91-Nation:	62,411.18	59,108.81	100,499.83	114,509.44
158	Committed to Education	.00	.00	.00	13,700.00
159	Motor Fuel Interstate User:	501,328.18	376,993.29	2,190,232.32	1,600,463.53
160	Midsouth Community College 1488/01	3,307.52	.00	6,828.37	.00
161	Sales Tax Per Fees Act #620/93:	44,950.00	35,700.00	177,765.19	157,050.00
162	MV Validate Decal Act #974/97:	196,654.00	190,734.00	855,660.00	814,652.10
163	Liab Insurance Reinstatement #357/93:	1,060.00	1,755.00	4,625.00	5,615.00
164	ASP Ins Prem 1500/01	230,592.27	228,499.05	940,026.32	871,584.36

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Special Revenues	Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
165 Econ. Dev. or AR Fund #590/93:	.00	.00	.00	.00
166 DUI Reinstatement Act #863/93:	.00	.00	.00	.00
167 DUI Court Cost Act #863/93:	.00	.00	.00	.00
168 Waste Tire Fee PCE Act #1292/97:	29,977.31	31,335.26	123,477.77	126,385.77
169 Catfish Promo Board Act #790/99:	24,852.31	16,974.34	76,105.60	79,438.05
170 Game Protect Fund Act #1566/99:	36,100.00	25,200.00	134,025.00	88,400.00
171 Property Tax Relief Act #1492/99:	15,815,483.71	15,507,009.53	64,460,064.57	62,810,513.68
172 Special Plate Fee 93 Session:	84,150.00	72,633.00	356,677.00	457,192.00
173 Installment Fee Act #1262/95:	.00	.00	.00	.00
174 Public School Sup Fund #916/95	.00	.00	.00	.00
175 Conervation Fund Act #156/97:	3,983,665.90	3,919,631.50	16,300,113.50	15,889,415.72
176 Avia Aeronautics Act #924/97:	118,886.37	59,993.53	1,032,386.33	217,332.60
177 Ar Corn/Sorghm Brd Act #271/97:	164,380.75	118,656.18	219,562.67	180,892.04
178 Administration Just Fund Act #788/97:	99,999.06	.00	99,999.06	.00
179 DIS Waste Tire Fee Act #1292/97:	20,109.13	21,501.60	80,252.47	75,371.84
180 Insurance Act #991/97:	7,500.00	.00	15,150.00	.00
181 Aging & Adult Svcs Act 1698/01	77,665.43	83,717.89	306,969.94	219,823.36
182 DHS Grant Fund Act 1698/01	77,665.43	83,717.89	306,969.94	219,823.36
183 Breast Cancer Research 1698/01	76,058.54	81,985.80	300,618.72	215,275.29
184 Breast Cancer Control 1698/01	304,234.14	327,943.19	1,202,475.23	861,101.14
185 General Improve Fund 1681/01	996,257.09	1,638,452.74	32,688,432.32	3,069,618.43
186 Driver Confirmation Act 1810/01	.00	.00	.00	.00
187 AR School For Deaf Act 1556/01	.00	.00	.00	.00
188 AR School for Blind Act 1556/01	.00	.00	.00	.00
Total Special Revenues	\$ 71,448,715.08	\$ 70,299,059.38	\$ 336,031,014.61	\$ 287,040,476.71

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General Revenues		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
201	Cigarette Tax:	6,852,914.62	6,340,576.14	26,461,684.32	21,895,969.36
202	Tobacco Permits Act 1337/97:	22,575.00	3,860.00	118,990.00	61,640.00
203	Cigar & Tobacco Tax:	1,251,460.99	1,262,908.09	5,145,345.53	4,914,902.21
204	Cigarette Paper Tax:	31,777.92	41,761.17	127,768.95	166,006.46
205	Beer Tax:	1,024,746.76	971,007.31	4,352,462.82	4,380,149.92
206	Beer Enforcement Act #271:	34,149.40	32,358.55	145,044.62	145,967.28
207	Liquor Tax:	518,190.09	415,311.98	2,036,531.19	1,903,954.68
208	Liquor Enforcement:	16,290.37	13,795.46	65,401.26	63,679.53
209	Wine Tax \$.70 Per Gallon:	14,335.41	9,071.91	55,152.48	29,361.18
210	Wine Enforcement:	2,567.40	2,733.11	11,398.34	10,370.99
211	Wine Enforcement Act #271:	411.69	252.67	1,578.72	813.97
212	Wine Enforcement Act #424:	163.29	239.30	497.17	775.06
213	Imported Wine Tax:	109,023.15	105,843.12	479,376.71	421,733.35
214	Imported Wine Tax Act #424:	1,891.28	2,844.84	5,980.62	9,053.37
215	Beer Permits:	16,005.00	9,030.00	131,740.00	116,760.00
216	Liquor Permits:	11,340.00	7,065.00	225,625.00	191,570.00
217	Wine Permits:	1,445.00	615.00	7,960.00	6,477.50
218	Severance Tax 3/4:	590,918.32	525,889.20	2,238,340.05	2,179,906.46
219	Amusement Machine Tax:	.00	.00	.00	.00
220		.00	.00	.00	.00
221		.00	.00	.00	.00
222	Real Estate Transfer Act #754:	590,049.22	590,470.78	2,607,788.32	2,519,020.70
223	Aviation Use Act #924/97:	.00	.00	.00	.00
224		.00	.00	.00	.00
225	Gross Receipts:	143,456,089.47	141,781,628.05	587,267,877.32	574,665,484.13
226	Estate Tax:	.00	.00	.00	5,354,008.43
227	Income-Individual:	13,238,680.43	12,605,124.28	27,922,803.42	27,543,774.68
228		.00	.00	.00	.00
229	WithHolding Monthly:	113,881,553.03	107,448,003.02	462,419,239.71	449,648,912.29
230	Individual Est. Inc.:	2,673,471.99	2,660,877.35	53,952,341.65	56,997,993.41
231	Corporation Income:	7,860,216.82	1,534,588.58	16,886,720.28	9,912,132.91
232	Corporation Est. Inc.:	13,817,244.01	4,187,562.51	63,154,483.39	42,089,573.69

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General Revenues		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
233	Liquor Tax \$1.00/.50 Per Gallon:	15,752.23	29,469.08	96,858.57	124,907.03
234		.00	.00	.00	.00
235	Dog Racing:	145,391.84	177,621.85	659,965.91	809,188.91
236	Horse Racing:	229,922.16	60,254.22	608,062.58	511,174.54
237	ABC Fines:	10,450.00	14,750.00	87,550.00	120,550.00
238	ABC Transcripts:	.00	109.20	188.10	437.20
239		.00	.00	.00	.00
240	Sunday Sales Permits:	1,145.00	1,235.00	7,420.00	11,545.00
241	DWI Reinstatement Act #802/95:	21,235.50	17,276.00	77,390.50	69,482.00
242		.00	.00	.00	.00
243		.00	.00	.00	.00
244		.00	.00	.00	.00
245		.00	.00	.00	.00
246		.00	.00	.00	.00
247	Vending Machine Act #928/1997:	3,712.00	7,886.00	608,063.34	1,226,436.00
248		.00	.00	.00	.00
249	DUI Reinstatement Act #863/93:	.00	.00	.00	.00
Total General Revenues		\$ 306,445,119.39	\$ 280,862,018.77	\$ 1,257,967,630.87	\$ 1,208,103,712.24

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Trust Revenues		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
301		.00	.00	.00	.00
302	Ad Volorem Trust:	3,590,660.83	3,213,698.84	4,310,220.40	3,897,428.67
303	Local Sales/Use Trust:	56,533,307.25	53,049,995.65	229,296,016.09	216,995,901.03
304	Craft Train Trust Fund Act #474/99:	29,636.74	20,824.72	154,176.53	133,519.14
305		.00	.00	.00	.00
306		.00	.00	.00	.00
307		.00	.00	.00	.00
308		.00	.00	.00	.00
309		.00	.00	.00	.00
310		.00	.00	.00	.00
311	Petro Environ Assurance Fee:	396,652.29	208,821.78	1,702,317.22	857,268.15
312		.00	.00	.00	.00
313	U.S. Olympic Comm. Act #471/93:	.00	.00	.00	.00
314	Soft Drink Tax Act #1073/93:	4,402,483.33	3,789,732.94	15,832,362.20	15,044,629.31
315	Disaster Relief Trust Act #1181/97:	.00	.00	.00	.00
316	ID Pen LC Sales/Use Act #928/97:	928.00	1,971.50	152,015.84	306,609.00
Total Trust Revenues		\$ 64,953,668.44	\$ 60,285,045.43	\$ 251,447,108.28	\$ 237,235,355.30
Sum Total Of All Revenue		\$442,847,502.91	\$ 411,446,123.58	\$ 1,845,445,753.76	\$ 1,732,379,544.25

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Pull Out Revenue		Oct 2002	Oct 2001	4 Months 2002	4 Months 2001
401	Title	102,752.00	97,861.92	420,258.59	392,241.42
402	Lien:	33,504.00	35,971.00	138,748.42	133,560.50
403	Postal:	51,365.25	50,642.00	218,314.50	209,282.78
404	ADFA	294,981.00	286,101.00	1,283,490.00	1,221,978.15
405	Transfers:	1,222.00	1,154.00	4,820.00	4,563.00
406	Lost/:	5,148.00	5,976.00	21,645.00	25,563.00
407	Driver License:	470,451.25	467,279.64	1,920,525.60	1,967,638.64
408	Oil & :	14,471.53	14,849.08	59,756.43	59,725.56
409	CDL #241	56,313.70	63,084.40	221,167.43	239,629.83
410	Search:	21.25	37.00	146.00	132.00
411	Non DWI:	85,472.50	82,125.00	338,322.50	325,185.00
412	IRP Ref:	195.82	296.00	6,993.39	296.00
413	Plate of U of A Act 999/01	8,800.00	7,150.00	40,225.00	21,425.00
414	Plate ASU Act 999/01	675.00	800.00	3,075.00	2,200.00
415	Plate UALR Act 999/01	75.00	150.00	625.00	325.00
416	Plate UCA Act 999/01	300.00	175.00	1,250.00	625.00
417	Committed to Education 529/01	4,475.00	3,175.00	31,150.00	6,400.00
418	SAU College	375.00	.00	950.00	.00
Total Pull Out		\$ 1,130,598.30	\$ 1,116,827.04	\$ 4,711,462.86	\$ 4,610,770.88

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